

# Morning Express

27 February 2024

## Focus of the Day

<b>Li Auto Inc</b>		<b>2015 HK</b>
<u>4Q23 profit clean beat, expect big QoQ sales vol growth in 2Q24; maintain Buy</u>		Rating: <b>Buy</b>
CP: HK\$ 139.90	TP: HK\$ 192.81↓	Upside: +37.8%
Angus Chan		angus.chan@bocomgroup.com

Li Auto reported 4Q23 revenue of RMB41.7bn (up 136.4% YoY, 20.3% QoQ), which was 6.8%/5.7% higher than consensus/our expectation. 4Q23 net profit was RMB5.66bn, and net profit excluding one-time income was RMB3.67bn, much higher than consensus/our expectation by 54.3%/45.5%.

The company guided to deliver 100,000-103,000 vehicles in 1Q24, a QoQ decrease of 21.8-24.1% and a YoY increase of 90.2-95.9%. The guidance implies March deliveries will reach the level of 50,000 units, close to the highest monthly level last year. We believe this is mainly supported by the launch of MEGA in March and the new 2024 L7, L8 and L9 models. The launch of the lower-priced L6 in April is expected to make Li's models more accessible, and delivery volume is expected to hit a new high in April, reaching the level of 50,000 to 60,000 units.

We expect sales in 2024 to increase by 52.9% YoY to 569,000 vehicles. As new models launched in 2H24 will be delivered in 2025, we expect sales in 2025 to increase by 64% to 934,000 vehicles. We believe Li's sales growth will continue to outpace emerging OEMs.

We maintain **Buy** rating. Due to exchange rate movement, we fine-tune our TP to HK\$192.8/US\$49.1 (LI US/**Buy**) (from HK\$196.11/US\$50.4), implying 2x 2024E P/S. Li Auto is our top pick among emerging OEMs.

<b>Yeahka Limited</b>		<b>9923 HK</b>
<u>Lower profit estimates on adjustment of payment business and intensified competition of in-store business; downgrade to Neutral</u>		Rating: <b>Neutral</b>
CP: HK\$ 13.98	TP: HK\$ 16.00	Upside: +14.4%
Connie Gu, CPA		connie.gu@bocomgroup.com

We lower our 2023 total revenue estimate by 11% to RMB3.9bn, and projection of net profit attributable to equity holders to RMB80m accordingly, implying a net margin of 2%.

**Payment GPV to maintain growth momentum, while fee rate may be under pressure in the short term.** We expect payment GPV to reach RMB2.8trn in 2023E (up 26% YoY), basically in line with our previous expectation, benefiting

Global Stock Indices			
	Close	1D%	YTD%
HSI	16,635	-0.54	-1.15
HSCEI	5,723	-0.72	-0.78
SH A	3,121	-0.93	0.05
SH B	259	0.61	11.96
SZ A	1,754	0.44	-8.75
SZ B	1,063	0.31	-1.68
DJIA	39,069	-0.16	3.66
S&P 500	5,070	-0.38	6.28
Nasdaq	15,976	-0.13	6.43
FTSE	7,684	-0.29	-0.63
CAC	7,930	-0.46	5.13
DAX	17,423	0.02	4.01

Source: FactSet

Key Commodity/Forex Indicators			
	Close	3M%	YTD%
Brent	81.62	1.73	5.89
Gold	2,038.60	1.82	-1.15
Silver	22.72	-4.18	-4.52
Copper	8,442.50	1.72	-0.40
JPY	150.75	-0.82	-6.48
GBP	1.27	0.56	-0.50
EUR	1.09	-0.81	-1.77
bps change		3M	6M
HIBOR	4.58	0.00	-0.57
US 10yr yield	4.28	-4.31	1.07

Source: FactSet

HSI Technical	
HSI	16,634.74
50D MA	15,952.64
200D MA	17,097.00
14D RSI	59.712
Short sell (HK\$m)	16,948

Source: FactSet

from the recovery of offline consumption and channel expansion. Yet, considering compliance efforts of acquiring business and one-time adjustment of payment business, the fee rate may see a larger reduction than our previous expectation in the short term.

**Local service: prioritize breakeven.** We expect 2023 GMV of RMB4.4bn, lower than our estimate of >RMB5bn at the beginning of 2023, mainly due to further intensified competition among local service providers. We expect commission rate to be 2.5%, down 7.6ppts YoY.

**Valuation:** With intensified competition among local service providers and short-term pressure on payment fee rate, we lower our 2024 revenue/net profit estimates. We cut our TP from HK\$21 to HK\$16 based on 2024E P/E of 15x, and downgrade to **Neutral**.

#### Consumer Sector

[Earnings Calendar for Major Consumer Names \(as of 26 Feb 2024\)](#)

Edward Lui, CFA, CESGA    [edward.lui@bocomgroup.com](mailto:edward.lui@bocomgroup.com)

We have updated earnings calendar for major consumer names, please see the calendar for details.

#### Renewable Energy Sector

[Earnings Calendar for Renewables and Utilities Names \(as of 26 Feb 2024\)](#)

Wallace Cheng    [wallace.cheng@bocomgroup.com](mailto:wallace.cheng@bocomgroup.com)

We have updated earnings calendar for major renewables and utilities names, please see the calendar for details.

### Economic data releases for this week – US

Date	Event	Survey	Prior
27 Feb	CB Consumer Confidence (Feb)	114.00	114.80
28 Feb	Manufacturing PMI (Feb)	3.30	4.90
29 Feb	GDP (QoQ%)(Q4)		3.51
1 Mar	Initial jobless claims (k)		291.00
1 Mar	Manufacturing PMI (Feb)	51.50	50.70
1 Mar	ISM manufacturing(Feb)	49.10	49.10

Source: Bloomberg

### Economic data releases for this week – China

Date	Event	Survey	Prior
29 Feb	Manufacturing PMI (Feb)		49.20

Source: Bloomberg

## BOCOM Research latest reports

### In-depth reports

11 Dec	BOCOM Int'l Research - A Wider Horizon in the Year Ahead	BOCOM Int'l Research team
6 Dec	Technology Sector - 2024 Outlook: Global tech investment strategy behind AI and semiconductor themes	Dawei Wang, PhD, CFA, Carrie Tong
6 Dec	Consumer Sector - 2024 Outlook: Self-help volume drivers key to winning as ASP likely muted	Edward Lui, CFA, CESGA, Kay Tan, FRM
6 Dec	Global Macro – 2024 Outlook: The Symphony of Change and Chance (No.2) – Chance	Carl Cai, CFA, Evan Li, Alan Qian
5 Dec	Mainland Property Sector - 2024 Outlook: Turning over a new leaf	Philip Tse, CFA, FRM
5 Dec	Hong Kong Property Sector - 2024 Outlook: Stay patient before dawn	Philip Tse, CFA, FRM
4 Dec	Internet Sector - 2024 Outlook: Innovation and profitability to drive valuation recovery	Connie Gu, CPA, Brandy Sun, Li Zhao, CFA, Hanna Cai
4 Dec	Securities Sector - 2024 Outlook: Earnings Recovery; Prefer Brokers of Balanced Income Mix	Li Wan, CFA, FRM
4 Dec	Insurance Sector - 2024 Outlook: Liability side still in transformation, asset side to improve	Li Wan, CFA, FRM
4 Dec	Automobile Sector - 2024 Outlook: Auto exports, autonomous driving applications in full swing	Angus Chan, Iris Li, CFA
4 Dec	Renewable Energy Sector - 2024 Outlook: Solar Sector Near End of Tunnel as Oversupply Largely Priced in	Wallace Cheng, Bob Wen, CPA
1 Dec	Healthcare Sector - 2024 Outlook: Bottoming Out	Ethan Ding, Joyce Li, PhD, CFA
30 Nov	Global Macro - 2024 Outlook: The Symphony of Change and Chance (No.1)-	Carl Cai, CFA, Evan Li, Alan Qian
24 Feb	Global Macro-Efforts on both supply and demand fronts – our take on the fourth meeting of the Central Financial and Economic Affairs Committee	Carl Cai, CFA, Evan Li
22 Feb	Global Macro- Hawkish on rate cut, dovish on balance sheet reduction – comments on Jan Fed minutes	Carl Cai, CFA, Evan Li
7 Feb	Macro Trading Series - Japanese equity series (1): Prefer value over growth	Carl Cai, CFA, Evan Li
3 Feb	Global Macro- NFP reacceleration puts another dent in rate cut hopes – comments on Jan US NFP	Carl Cai, CFA, Evan Li
1 Feb	Global Macro - Tightening Stance Turns Neutral, but No Rush to Cut Rates - Comments on the January FOMC meeting	Carl Cai, CFA, Evan Li
26 Jan	Global Macro - Still resilient – comments on 4Q23 US GDP	Carl Cai, CFA, Evan Li
18 Jan	China Macro - Target met, "double cut" still likely – Comments on China 4Q23 GDP and Dec economic data	Carl Cai, CFA, Evan Li
12 Jan	Global Macro- A Setback in the Fight Against Inflation- US Dec CPI Comments	Carl Cai, CFA, Evan Li
11 Jan	Consumer Sector - Home Appliance - China White Goods Still in a Boom; Who will be the champion in AC Space?	Edward Lui, CFA, CESGA
7 Jan	Global Macro - Strong NFP renders rate cuts more difficult- Comments on Dec 23 US NFP	Carl Cai, CFA, Evan Li

### Daily reports

26 Feb	Consumer Sector - Earnings Calendar for Major Consumer Names (as of 26 Feb 2024)	Edward Lui, CFA, CESGA, Kay Tan, FRM
23 Feb	Meituan (3690 HK) - Core business position solid, competition landscape better than e-commerce; valuation revised down, and cut TP	Brandy Sun, Connie Gu, CPA, Li Zhao, CFA, Hanna Cai
22 Feb	Insurance Monthly - Life insurance under pressure, P&C stable in Jan; expect valuations to recover	Li Wan, CFA, FRM
22 Feb	Trip.com (9961 HK) - 4Q23 profit beat; stronger revenue/profit outlook in 2024E	Brandy Sun, Connie Gu, CPA, Li Zhao, CFA, Hanna Cai
21 Feb	China Literature (772 HK) - AI investment and content delay may weigh on 2023E profits; expect a rich pipeline in 2024E	Li Zhao, CFA, Connie Gu, CPA, Brandy Sun, Hanna Cai
20 Feb	Healthcare Sector Weekly - Sector Rebound Solid, GLP-1 subsector continues to be strong; Watch for Opportunities in Earnings Beat	Ethan Ding, Joyce Li, PhD, CFA
20 Feb	Internet Sector - Strong Online Consumption Fervor for 2024 CNY Supports Solid 1Q24 Platform Earnings Growth	Connie Gu, CPA, Brandy Sun, Li Zhao, CFA, Hanna Cai
20 Feb	Consumer Sector - Surge in CNY tourist spending points to strong consumption potential	Edward Lui, CFA, CESGA, Kay Tan, FRM
19 Feb	Jiumaojiu International (9922 HK) - 2023 Preview: Cut EPS on Fierce Competition, Franchise Model Roll-Out	Edward Lui, CFA, CESGA, Kay Tan, FRM
19 Feb	Sincere Pharmaceutical (2096 HK) - 2023 growth hit by external factors, expect high growth to resume in 2024; maintain buy	Ethan Ding, Joyce Li, PhD, CFA
19 Feb	Internet Sector - Earnings Calendar for Major Internet Names (as of 19 Feb 2024)	Connie Gu, CPA, Brandy Sun, Li Zhao, CFA, Hanna Cai
9 Feb	Link REIT (823 HK) - Yield accretive deal announced before CNY holiday; Upgrade to Buy	Philip Tse, CFA, FRM
8 Feb	Alibaba Group (BABA US) - 3QFY24 results: increasing shareholder returns, focusing on e-commerce, cloud and business synergies	Connie Gu, CPA, Brandy Sun, Li Zhao, CFA, Hanna Cai
8 Feb	ZhongAn Online (6060 HK) - Earnings preview: Expect fundamentals to improve, valuation has room to recover	Li Wan, CFA, FRM
7 Feb	Securities Sector - Comments on preliminary results: focus on top names with balanced business amid divergence	Li Wan, CFA, FRM
7 Feb	Healthcare Sector Weekly - Sector sentiment and valuation low and set to rebound, aided by favorable policies	Ethan Ding, Joyce Li, PhD, CFA
7 Feb	Internet Sector - Domestic new titles outlook: supply-side improvement continues, while competition in niche segments intensifies; NetEase growth visibility is strong	Connie Gu, CPA, Brandy Sun, Li Zhao, CFA, Hanna Cai
6 Feb	Haitong Securities (6837 HK) - Significant losses in 4Q23, maintain Neutral rating	Li Wan, CFA, FRM

Source: BOCOM Int'l

### HSI constituents

Company name	Stock code	Current price (HK\$)	Mkt cap (HK\$ m)	5D chg (%)	YTD chg (%)	-----52-week-----		-----P/E-----			Yield	P/B
						High (HK\$)	Low (HK\$)	2023 (x)	2024E (x)	2025E (x)	2024E (%)	2024E (x)
CKH	1 HK	41.70	159,713	-2.11	-0.36	54.45	38.15	6.34	5.79	5.45	6.42	0.28
CLP	2 HK	63.85	161,314	-1.31	-0.93	67.35	55.55	15.13	13.49	12.61	4.97	1.47
HK & CHINA GAS	3 HK	6.02	112,333	-0.82	0.67	7.65	5.27	18.50	17.79	16.86	5.79	1.81
HSBC	5 HK	59.70	1,149,985	-0.91	-5.24	66.30	50.45	6.65	6.26	6.29	10.69	0.80
POWER ASSETS	6 HK	46.95	100,056	0.21	3.76	47.00	36.20	17.09	16.34	15.86	6.00	1.15
HANG SENG	11 HK	89.60	171,301	0.34	-1.59	129.00	79.25	10.10	9.57	9.69	7.28	1.05
HENDERSON	12 HK	22.05	106,753	0.68	-8.32	28.85	19.60	9.98	9.98	10.05	8.20	0.32
SHKP	16 HK	76.60	221,970	1.93	-9.30	110.60	71.15	9.23	9.07	8.84	5.45	0.36
NEW WORLD	17 HK	9.56	24,059	-2.35	-21.12	20.33	9.26	27.76	11.46	7.49	6.58	0.13
GALAXY ENT	27 HK	43.65	190,874	-3.22	-0.23	58.30	38.30	23.42	16.37	13.93	1.71	2.35
MTRC	66 HK	26.40	163,964	-0.56	-12.87	40.95	24.90	26.09	10.39	8.75	5.09	0.85
HLP	101 HK	8.57	38,559	-1.15	-21.23	15.88	8.11	9.35	8.97	8.19	9.07	0.29
GEELY	175 HK	8.42	84,734	2.43	-1.98	11.26	7.34	15.55	10.58	7.93	3.06	0.91
ALI HEALTH	241 HK	3.53	56,780	0.57	-16.75	6.38	2.81	46.53	32.57	21.71	0.00	2.60
CITIC LTD	267 HK	8.13	236,504	-0.12	4.23	10.58	6.60	N/A	N/A	N/A	N/A	N/A
WH GROUP	288 HK	4.83	61,970	0.21	-4.17	5.11	3.92	8.84	6.94	6.25	5.17	0.73
CR BEER	291 HK	34.45	111,762	7.32	0.73	64.75	28.15	20.26	17.26	14.76	2.28	3.09
OOIL	316 HK	121.80	80,433	3.22	11.74	153.20	91.90	6.73	25.97	N/A	5.63	0.86
TINGYI	322 HK	8.19	46,145	4.07	-13.97	14.38	7.15	N/A	N/A	N/A	N/A	N/A
SINOPEC	386 HK	4.45	108,334	2.30	8.80	5.38	3.68	6.87	6.45	6.06	8.98	0.59
HKEX	388 HK	251.60	318,382	0.64	-6.12	348.60	221.60	26.57	25.54	23.66	3.50	5.99
TECHTRONIC	669 HK	86.65	158,513	-0.40	-6.88	97.30	67.80	20.67	17.48	14.71	2.30	3.08
COLI	688 HK	12.22	133,747	-0.65	-11.19	21.60	10.74	5.43	5.35	4.67	5.57	0.32
TENCENT	700 HK	287.20	2,669,475	-0.55	-2.18	388.20	262.20	16.49	14.15	12.39	0.63	2.53
UNICOM	762 HK	5.54	169,513	0.54	13.06	6.42	4.52	8.52	7.64	6.75	7.50	0.44
LINK	823 HK	38.70	99,558	1.18	-11.74	52.05	35.45	14.04	15.04	14.30	6.78	0.52
CR POWER	836 HK	16.86	81,104	0.60	7.80	18.80	14.04	6.88	5.71	4.62	6.91	0.77
PETROCHINA	857 HK	6.19	130,602	4.21	19.96	6.28	4.02	6.26	6.19	6.13	7.60	0.68
XINYI GLASS	868 HK	7.39	31,204	2.21	-15.64	16.28	6.18	6.25	6.63	5.85	7.73	0.80
ZHONGSHENG	881 HK	14.82	35,356	6.77	-20.66	41.15	13.14	6.80	6.09	N/A	5.74	0.64
CNOOC	883 HK	16.80	748,890	9.23	29.23	16.80	11.02	5.47	5.19	4.96	8.50	0.96
CCB	939 HK	4.89	1,248,218	0.41	5.16	5.63	4.02	5.46	5.25	N/A	5.70	0.56
CHINA MOBILE	941 HK	66.80	1,368,692	-1.55	3.09	69.65	57.30	9.85	9.17	8.58	7.79	0.95
LONGFOR	960 HK	10.62	70,078	5.78	-15.04	24.90	7.92	3.90	3.89	3.67	7.05	0.38
XINYI SOLAR	968 HK	3.98	35,435	0.51	-12.72	9.47	3.46	9.69	7.51	6.08	6.29	1.06
SMIC	981 HK	15.08	90,072	0.27	-24.07	25.60	14.08	17.40	31.31	19.15	0.00	0.74
LENOVO	992 HK	8.90	110,402	3.97	-18.50	11.04	7.04	8.09	N/A	N/A	N/A	N/A
CK INFRA	1038 HK	46.40	110,829	-1.07	7.41	47.60	35.55	15.14	14.37	13.68	5.54	0.90
HIENGAN	1044 HK	25.20	29,285	-0.79	-13.25	36.95	24.00	10.53	8.60	8.01	6.08	1.23
SHENHUA	1088 HK	31.20	105,377	1.46	16.64	32.30	21.50	9.16	9.24	9.00	7.44	1.37
CSPC	1093 HK	6.29	74,529	0.32	-13.36	8.76	5.29	11.18	10.02	9.23	3.13	1.77
SINOPHARM	1099 HK	22.05	29,587	1.61	7.82	28.25	17.78	7.14	N/A	N/A	N/A	N/A
CR LAND	1109 HK	25.80	183,978	0.78	-7.86	39.45	20.50	6.16	5.78	5.50	6.26	0.60
CKA	1113 HK	36.50	129,527	1.39	-6.89	50.15	34.55	7.81	7.63	6.73	6.33	0.32
SBP	1177 HK	3.16	58,142	0.64	-8.93	4.62	2.66	20.63	18.05	15.20	2.08	1.64
CHINA RES MIXC	1209 HK	25.10	57,291	7.73	-9.87	45.05	20.80	17.68	13.99	11.30	3.18	2.79
BYD	1211 HK	187.90	440,686	0.86	-12.36	275.60	171.70	16.37	12.72	10.29	1.27	2.82
AIA	1299 HK	63.80	719,781	-2.15	-6.25	86.65	59.10	18.48	13.61	12.28	2.72	2.01
CHINA HONGQIAO	1378 HK	6.13	58,085	-0.49	-4.07	8.88	5.28	5.80	5.43	4.49	8.62	0.57
ICBC	1398 HK	4.08	1,913,191	0.25	6.81	4.67	3.36	3.89	3.77	N/A	8.22	0.37
<b>HANG SENG INDEX</b>		<b>16,634.74</b>	<b>22,114,050</b>	<b>0.80</b>	<b>-2.42</b>	<b>20,782.45</b>	<b>14,961.18</b>	<b>12.11</b>	<b>10.22</b>	<b>10.23</b>	<b>4.75</b>	<b>1.54</b>

Source: FactSet

### HSCEI constituents

Company name	Stock code	Closing price (HK\$)	Mkt cap (HK\$ m)	5D chg (%)	YTD chg (%)	-----52-week----- High (HK\$) Low (HK\$)		-----P/E----- 2023 (x) 2024E (x) 2025E (x)			Yield 2024E (%)	P/B 2024E (x)
WHEELLOCK	20 HK	0.92	23,873	1.10	-20.69	3.33	0.78	N/A	N/A	N/A	N/A	N/A
GEELY	175 HK	8.42	84,734	2.43	-1.98	11.26	7.34	15.55	10.58	7.93	3.06	0.91
CITIC LTD	267 HK	8.13	236,504	-0.12	4.23	10.58	6.60	N/A	N/A	N/A	N/A	N/A
CR BEER	291 HK	34.45	111,762	7.32	0.73	64.75	28.15	20.26	17.26	14.76	2.28	3.09
SINOPEC	386 HK	4.45	108,334	2.30	8.80	5.38	3.68	6.87	6.45	6.06	8.98	0.59
COLI	688 HK	12.22	133,747	-0.65	-11.19	21.60	10.74	5.43	5.35	4.67	5.57	0.32
TENCENT	700 HK	287.20	2,669,475	-0.55	-2.18	388.20	262.20	16.49	14.15	12.39	0.63	2.53
PETROCHINA	857 HK	6.19	130,602	4.21	19.96	6.28	4.02	6.26	6.19	6.13	7.60	0.68
ZHONGSHENG	881 HK	14.82	35,356	6.77	-20.66	41.15	13.14	6.80	6.09	N/A	5.74	0.64
CNOOC	883 HK	16.80	748,890	9.23	29.23	16.80	11.02	5.47	5.19	4.96	8.50	0.96
CCB	939 HK	4.89	1,248,218	0.41	5.16	5.63	4.02	5.46	5.25	N/A	5.70	0.56
CHINA MOBILE	941 HK	66.80	1,368,692	-1.55	3.09	69.65	57.30	9.85	9.17	8.58	7.79	0.95
LONGFOR	960 HK	10.62	70,078	5.78	-15.04	24.90	7.92	3.90	3.89	3.67	7.05	0.38
XINYI SOLAR	968 HK	3.98	35,435	0.51	-12.72	9.47	3.46	9.69	7.51	6.08	6.29	1.06
SMIC	981 HK	15.08	90,072	0.27	-24.07	25.60	14.08	17.40	31.31	19.15	0.00	0.74
LENOVO	992 HK	8.90	110,402	3.97	-18.50	11.04	7.04	8.09	N/A	N/A	N/A	N/A
KUAISHOU	1024 HK	46.05	165,776	1.10	-13.03	69.15	39.10	33.17	14.65	9.18	0.00	3.02
SHENHUA	1088 HK	31.20	105,377	1.46	16.64	32.30	21.50	9.16	9.24	9.00	7.44	1.37
CSPC	1093 HK	6.29	74,529	0.32	-13.36	8.76	5.29	11.18	10.02	9.23	3.13	1.77
CR LAND	1109 HK	25.80	183,978	0.78	-7.86	39.45	20.50	6.16	5.78	5.50	6.26	0.60
SBP	1177 HK	3.16	58,142	0.64	-8.93	4.62	2.66	20.63	18.05	15.20	2.08	1.64
BYD	1211 HK	187.90	440,686	0.86	-12.36	275.60	171.70	16.37	12.72	10.29	1.27	2.82
ABC	1288 HK	3.23	1,535,894	-0.92	7.31	3.31	2.51	4.20	3.99	N/A	7.88	0.41
ICBC	1398 HK	4.08	1,913,191	0.25	6.81	4.67	3.36	3.89	3.77	N/A	8.22	0.37
PSBC	1658 HK	4.18	435,394	-1.18	12.06	5.54	3.37	4.54	4.24	N/A	7.18	0.45
XIAOMI	1810 HK	13.10	268,022	-1.95	-16.03	16.80	9.99	18.14	19.35	17.24	0.00	1.70
LI AUTO	2015 HK	139.90	455,093	7.04	-4.89	184.30	83.75	29.13	18.93	13.54	0.00	3.92
ANTA	2020 HK	77.70	218,574	0.45	2.57	116.80	64.15	20.86	17.68	15.00	2.52	3.82
SHENZHOU	2313 HK	68.15	102,444	-1.09	-15.24	90.60	61.95	21.06	17.24	14.61	3.29	2.66
PING AN	2318 HK	36.60	770,250	1.95	3.54	61.15	29.80	5.90	4.78	4.22	7.50	0.61
MENGNIU	2319 HK	21.00	82,452	7.91	0.00	36.30	16.32	14.25	12.24	10.79	3.87	1.57
LI NING	2331 HK	20.10	51,760	1.11	-3.83	71.25	15.12	15.94	14.68	12.41	2.70	1.76
SUNNY OPTICAL	2382 HK	52.05	56,792	4.00	-26.53	97.50	45.30	44.57	21.32	N/A	0.92	2.06
JD LOGISTICS	2618 HK	7.82	51,762	1.43	-20.04	14.86	6.80	102.18	23.73	15.66	0.00	0.96
CHINA LIFE	2628 HK	9.99	762,423	-0.30	-1.28	15.70	8.33	12.03	6.03	5.27	7.25	0.55
ENN	2688 HK	65.00	73,354	6.21	13.04	117.70	49.70	9.02	9.03	8.34	4.60	1.39
BOCOM	3328 HK	5.17	181,012	0.78	6.16	5.59	4.26	4.11	4.07	3.82	8.03	0.37
MEITUAN	3690 HK	81.15	457,235	5.39	-0.92	146.30	62.55	39.26	22.25	13.34	0.00	2.70
CMB	3968 HK	31.45	867,523	0.00	15.63	45.25	24.50	5.20	4.94	N/A	6.69	0.71
BOC	3988 HK	3.11	1,281,829	-0.32	4.36	3.42	2.60	6.17	5.97	N/A	5.22	0.55
JD HEALTH	6618 HK	30.65	97,747	0.99	-21.61	64.55	25.60	43.38	31.68	24.06	0.00	1.78
HAIER	6690 HK	24.30	232,732	0.41	10.20	28.60	20.55	12.62	11.04	9.76	3.51	1.79
HAIDILAO	6862 HK	14.34	79,931	1.99	-1.38	23.70	12.20	N/A	N/A	N/A	N/A	N/A
JD.COM	9618 HK	93.05	253,602	-1.22	-17.29	187.30	82.50	8.06	7.59	6.79	0.00	1.00
NONGFU SPRING	9633 HK	44.60	224,462	0.34	-1.22	46.30	38.50	41.96	35.76	30.59	2.52	15.01
XPENG	9868 HK	34.85	53,334	-3.86	-38.54	86.75	30.40	N/A	N/A	N/A	0.00	1.84
BAIDU	9888 HK	107.50	237,747	1.51	-7.41	155.10	95.60	10.57	10.37	9.65	0.00	1.01
TRIP.COM	9961 HK	371.00	244,897	11.95	33.65	371.00	241.60	17.28	18.72	15.39	0.00	1.67
ALIBABA	9988 HK	74.15	1,420,477	1.71	-1.92	100.40	65.45	8.64	8.41	7.62	1.32	1.13
NETEASE	9999 HK	167.60	523,913	-2.22	19.20	183.20	121.10	15.47	15.29	13.89	1.82	3.35
<b>HANG SENG CHINA ENT INDX</b>		<b>5,723.36</b>	<b>19,539,828</b>	<b>1.43</b>	<b>-0.78</b>	<b>7,056.16</b>	<b>5,001.95</b>	<b>11.36</b>	<b>9.34</b>	<b>10.06</b>	<b>4.56</b>	<b>1.44</b>

Source: FactSet

## BOCOM International

10/F, Man Yee Building, 68 Des Voeux Road Central, Central, Hong Kong  
Main: (852) 3766 1899 Fax: (852) 2107 4662

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#### Analyst Stock Rating:

**Buy:** The stock's total return is expected to **exceed** that of the corresponding industry over the next 12 months.

**Neutral:** The stock's total return is expected to be **in line with** that of the corresponding industry over the next 12 months.

**Sell:** The stock's total return is expected to be **below** that of the corresponding industry over the next 12 months.

**Not-Rated:** The analyst **does not have conviction** regarding the outlook of the stock's total return relative to that of the corresponding industry over the next 12 months.

#### Analyst Industry Views:

**Outperform:** The analyst expects the industry coverage universe to be **attractive** relative to the relevant broad market benchmark over the next 12 months.

**Market perform:** The analyst expects the industry coverage universe to be **in line with** the relevant broad market benchmark over the next 12 months.

**Underperform:** The analyst expects the industry coverage universe to be **unattractive** relative to the relevant broad market benchmark over the next 12 months.

Broad market benchmark for Hong Kong is the **Hang Seng Composite Index**, for China A-shares is the **MSCI China A Index**, for US-listed Chinese companies is **S&P US Listed China 50 (USD) Index**.

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